TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 3017 - SB 3580

March 4, 2010

SUMMARY OF BILL: Establishes that a hospital lien is subordinate to any payments or coverage payable under provisions for "medical payments coverage" in private passenger automobile insurance or homeowners policies. Prohibits any damages recoverable by a hospital for an impaired lien from exceeding the policy limits of the insured.

ESTIMATED FISCAL IMPACT:

Decrease Local Revenue – Exceeds \$100,000

Assumptions:

- The provisions of the bill revises the priority of liens executed by hospitals when compared to liens executed by other lien holders.
- Changes in the priority in which a lien is executed could result in a decrease in the amount of funds that a local hospital is able to collect.
- While there are a number of unknown factors that will affect the fiscal impact of the proposed legislation, it is reasonably estimated to result in a decrease in a decrease of local revenue exceeding \$100,000.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

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